



HOUSE COMMITTEE ON APPROPRIATIONS

FY 09-10

Executive Budget Review Louisiana State Board of Elementary and Secondary Education

Dr. Amy Westbrook, Executive Director



The Louisiana State Board of Elementary and Secondary Education has two Programs:

Administration

Louisiana Quality Education Support Fund



Executive Budget By Means of Finance

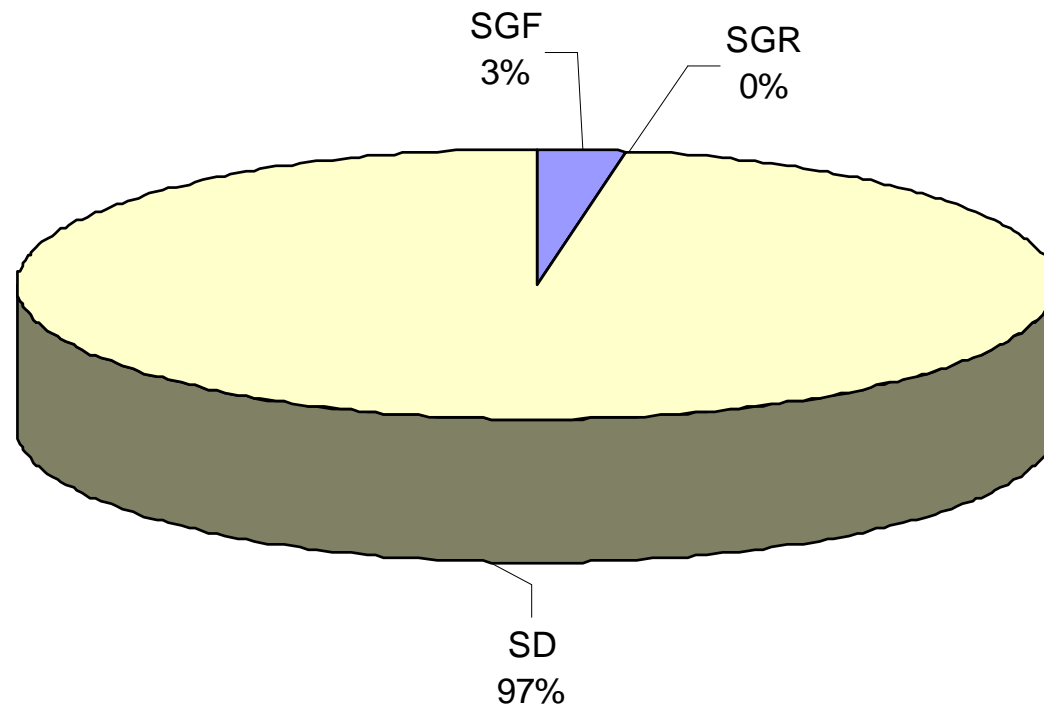
LOUISIANA BOARD OF ELEMENTARY AND SECONDARY EDUCATION					
Means of Financing (MOF)	Actual Expenditures FY 2007-08	Existing Operating Budget FY 2008-09 (2/1/09)	Executive Budget FY 2009-10	Change From FY 08-09 to FY 09-10	Percent Change From FY 08-09 to FY 09-10
State General Fund (SGF)	\$1,350,047	\$1,474,175	\$1,251,628	(\$222,547)	-15.10%
Interagency Transfers (IAT)	\$0	\$0	\$0	\$0	0.00%
Fees & Self-gen Rev (SGR)	\$0	\$2,000	\$2,000	\$0	0.00%
Statutory Dedications (SD)	\$36,249,278	\$41,643,356	\$42,536,905	\$893,549	2.15%
Interim Emergency Board	\$0	\$0	\$0	\$0	0.00%
Federal Funds (FED)	\$0	\$0	\$0	\$0	0.00%
TOTAL MOF	\$37,599,325	\$43,119,531	\$43,790,533	\$671,002	1.56%
Authorized Positions	17	17	14	-3	-17.65%

FY 09-10 Statutory Dedications are appropriated out of the 8(g) Louisiana Quality Education Support Fund and the Charter School Startup Loan Fund.

There are no Federal Funds from the American Recovery and Reinvestment Act of 2009 included in the FY 09-10 Executive Budget Recommendation for BESE.



**Louisiana Board of Elementary and Secondary Education
FY 09-10 Means of Finance**





Significant Budget Changes

\$12,292	Additional funding for classified employee merit increases and annualized merit increases for classified state employees (\$4,673 SGF and \$7,619 SD)
\$1,246 SD	Annualize unclassified employee merit increase
\$11,781 SD	Unclassified teacher merit increases
\$2,180	Additional funding for group insurance for active employees (\$1,016 SGF and \$1,164 SD)
(\$170,528) SGF	Personnel Reductions including reduction of three (3) authorized positions



Significant Budget Changes

\$40,830	Additional funding for Risk Management Premiums (\$39,299), Legislative Auditor Fees (\$686), Office of Computing Service Fees (\$216), rent for state-owned buildings (\$722) and a reduction for Uniform Payroll System fees (-\$93) from \$32,970 SGF and \$7,860 SD
(\$106,451) SD	Charter School Loan Fund reduction to reflect fund balance
(\$29,796) SGF	Reductions associated with National Association of State Boards of Education dues, publications and other services
(\$19,026) SGF	Reductions associated with expenses related to BESE board members for per diem, travel and supplemental board member district expenses



Significant Budget Changes

(\$41,856) SGF	Reduction in professional services related to school finance research and analysis of the MFP formula
\$970,330 SD	Additional 8(g) Louisiana Quality Education Support Fund from revenues and carry forward funds



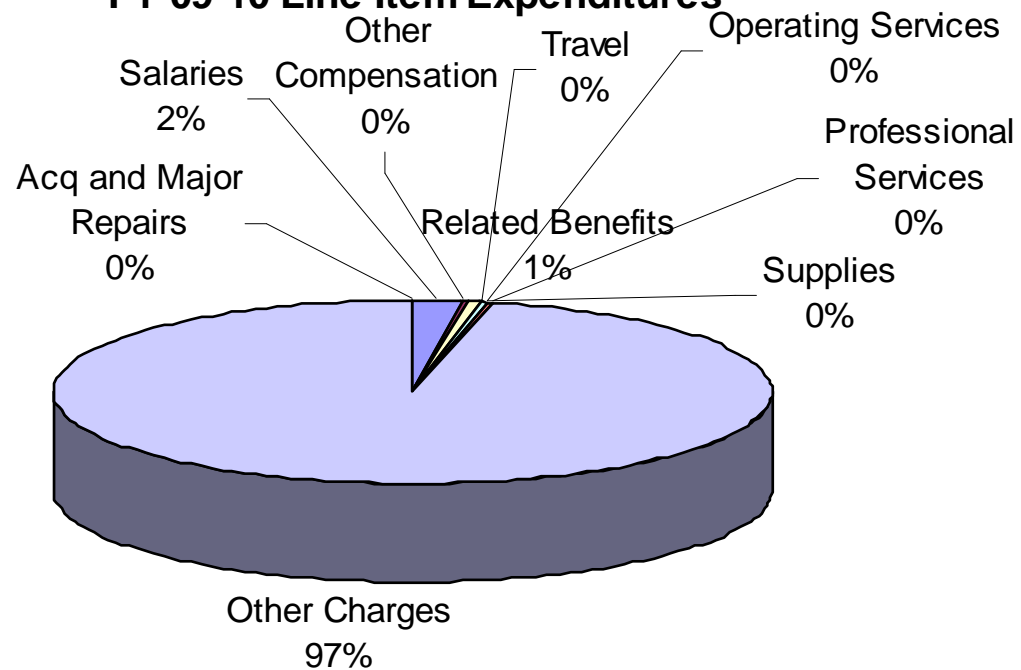
FY 09-10 Executive Budget by Expenditure Line Item

Louisiana Board of Elementary and Secondary Education					
Expenditures	FY 07-08 Actual Budget	FY 08-09 Existing Operating Budget	FY 09-10 Executive Budget	Change from FY 08-09 to FY 09-10	Percent Change
Salaries	\$1,046,528	\$1,066,376	\$968,003	-\$98,373	-9.2%
Other Compensation	\$85,304	\$113,854	\$103,301	-\$10,553	-9.3%
Related Benefits	\$308,267	\$321,823	\$287,539	-\$34,284	-10.7%
Travel	\$82,256	\$93,304	\$84,831	-\$8,473	-9.1%
Operating Services	\$80,242	\$88,436	\$58,640	-\$29,796	-33.7%
Supplies	\$15,149	\$35,764	\$35,764	\$0	0.0%
Prof Svcs	\$57,945	\$145,745	\$103,889	-\$41,856	-28.7%
Other Charges	\$35,916,767	\$41,242,557	\$42,147,266	\$904,709	2.2%
Acq/Major Repairs	\$6,868	\$1,300	\$1,300	\$0	0.0%
TOTAL EXP	\$37,599,326	\$43,109,159	\$43,790,533	\$681,374	1.6%

There is \$10,372 SD unallotted and not included in the FY 08-09 Existing Operating Budget column.



Louisiana Board of Elementary and Secondary Education FY 09-10 Line Item Expenditures





BESE Discretionary and Non-Discretionary Funding in FY 09-10 Executive Budget

Discretionary	\$1,787,467	4.08%
Non-Discretionary	\$42,003,066	95.92%
Total	\$43,790,533	100.00%

Non-discretionary funding within the Board of Elementary and Secondary's FY 09-10 Executive Budget is for the allocation of 8(g) Louisiana Quality Education Support Fund and rent in state-owned buildings



Statutory Dedications

LOUISIANA BOARD OF ELEMENTARY AND SECONDARY EDUCATION Statutory Dedication Comparison					
Statutory Dedications	FY 07-08 Actual Expenditures	FY 08-09 Existing Operating Budget (2/1/09)	FY 09-10 Executive Budget	Change FY 08-09 to FY 09-10	Percent Change
Charter School Startup Loan Fund	\$5,213	\$643,356	\$536,905	(\$106,451)	-16.5%
8(g) La Quality Education Support	<u>\$36,244,065</u>	<u>\$41,000,000</u>	<u>\$42,000,000</u>	<u>\$1,000,000</u>	2.4%
TOTAL	\$36,249,278	\$41,643,356	\$42,536,905	\$893,549	2.1%

The 8(g) Louisiana Quality Education Support Fund is a special fund created in Article VII, Section 10.1 of the Louisiana Constitution.



Louisiana Education Quality Trust Fund (Permanent Trust)

8(g) Fund – La. Constitution Art. VII, Section 10.1

- Source: Initial deposit less \$100 million received from the federal government following a settlement pertaining to mineral production activity on the Outer Continental Shelf (\$640 million less \$100 million)
- Appropriations are made out of the 8(g) Louisiana Quality Education Support Fund
- As of April 1, 2009, the Permanent Trust Fund was \$996 million
- 8(g) Support Fund revenues are allocated equally between the Board of Regents and the Louisiana Board of Elementary and Secondary Education



Louisiana Board of Elementary and Secondary Education

FY 09-10 SALARIES/POSITIONS

\$1 million for Salaries and Other Compensation and \$0.3 million for Related Benefits. Total Personal Services = \$1.4 million, 3% of the LBESE Existing Operating Budget for FY 09-10.

- Average Salary for BESE = \$69,333
- 14 Authorized Positions (6 classified and 8 unclassified)
- As of 4/01/09, BESE had 3 vacancies